

SENATE FILE _____
BY (PROPOSED SENATE
APPROPRIATIONS SUBCOMMITTEE
ON ECONOMIC DEVELOPMENT
BILL)

A BILL FOR

1 An Act relating to appropriations to the department of cultural
2 affairs, the economic development authority, the board
3 of regents and certain board of regents institutions,
4 the department of workforce development, the Iowa finance
5 authority, and the public employment relations board,
6 providing for other properly related matters, and including
7 retroactive applicability provisions.
8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. DEPARTMENT OF CULTURAL AFFAIRS. There is
2 appropriated from the general fund of the state to the
3 department of cultural affairs for the fiscal year beginning
4 July 1, 2013, and ending June 30, 2014, the following amounts,
5 or so much thereof as is necessary, to be used for the purposes
6 designated:

7 1. ADMINISTRATION

8 For salaries, support, maintenance, miscellaneous purposes,
9 and for not more than the following full-time equivalent
10 positions for the department:

11 \$ 171,813

12 FTEs 74.50

13 The department of cultural affairs shall coordinate
14 activities with the tourism office of the economic development
15 authority to promote attendance at the state historical
16 building and at this state's historic sites.

17 Full-time equivalent positions authorized under this
18 subsection shall be funded, in full or in part, using moneys
19 appropriated under this subsection and subsections 3 through 7.

20 2. COMMUNITY CULTURAL GRANTS

21 For planning and programming for the community cultural
22 grants program established under section 303.3:

23 \$ 172,090

24 3. HISTORICAL DIVISION

25 For the support of the historical division:

26 \$ 3,322,847

27 4. HISTORIC SITES

28 For the administration and support of historic sites:

29 \$ 426,398

30 5. ARTS DIVISION

31 For the support of the arts division:

32 \$ 1,333,764

33 6. IOWA GREAT PLACES

34 For the Iowa great places program established under section
35 303.3C:

1 \$ 150,000
2 7. ARCHIVE IOWA GOVERNORS' RECORDS
3 For archiving the records of Iowa governors:
4 \$ 65,933
5 8. RECORDS CENTER RENT
6 For payment of rent for the state records center:
7 \$ 227,243
8 9. BATTLE FLAGS
9 For continuation of the project recommended by the Iowa
10 battle flag advisory committee to stabilize the condition of
11 the battle flag collection:
12 \$ 94,000
13 10. Notwithstanding section 8.33, moneys appropriated in
14 this section that remain unencumbered or unobligated at the
15 close of the fiscal year shall not revert but shall remain
16 available for expenditure for the purposes designated in this
17 section until the close of the succeeding fiscal year.
18 Sec. 2. GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.
19 1. For the fiscal year beginning July 1, 2013, the goals
20 for the economic development authority shall be to expand and
21 stimulate the state economy, increase the wealth of Iowans, and
22 increase the population of the state.
23 2. To achieve the goals in subsection 1, the economic
24 development authority shall do all of the following for the
25 fiscal year beginning July 1, 2013:
26 a. Concentrate its efforts on programs and activities that
27 result in commercially viable products and services.
28 b. Adopt practices and services consistent with free
29 market, private sector philosophies.
30 c. Ensure economic growth and development throughout the
31 state.
32 d. Work with businesses and communities to continually
33 improve the economic development climate along with the
34 economic well-being and quality of life for Iowans.
35 e. Coordinate with other state agencies to ensure that they

1 are attentive to the needs of an entrepreneurial culture.

2 f. Establish a strong and aggressive marketing image to
3 showcase Iowa's workforce, existing industry, and potential.
4 A priority shall be placed on recruiting new businesses,
5 business expansion, and retaining existing Iowa businesses.
6 Emphasis shall be placed on entrepreneurial development through
7 helping entrepreneurs secure capital, and developing networks
8 and a business climate conducive to entrepreneurs and small
9 businesses.

10 g. Encourage the development of communities and quality of
11 life to foster economic growth.

12 h. Prepare communities for future growth and development
13 through development, expansion, and modernization of
14 infrastructure.

15 i. Develop public-private partnerships with Iowa businesses
16 in the tourism industry, Iowa tour groups, Iowa tourism
17 organizations, and political subdivisions in this state to
18 assist in the development of advertising efforts.

19 j. Develop, to the fullest extent possible, cooperative
20 efforts for advertising with contributions from other sources.

21 Sec. 3. ECONOMIC DEVELOPMENT AUTHORITY.

22 1. APPROPRIATION

23 a. There is appropriated from the general fund of the state
24 to the economic development authority for the fiscal year
25 beginning July 1, 2013, and ending June 30, 2014, the following
26 amounts, or so much thereof as is necessary, to be used for the
27 purposes designated in this subsection, and for not more than
28 the following full-time equivalent positions:

29 \$ 15,093,118
30 FTEs 149.00

31 b. (1) For salaries, support, miscellaneous purposes,
32 programs, marketing, and the maintenance of an administration
33 division, a business development division, a community
34 development division, a small business development division,
35 and other divisions the authority may organize.

1 (2) The full-time equivalent positions authorized under
2 this section shall be funded, in whole or in part, by the
3 moneys appropriated under subsection 1 or by other moneys
4 received by the authority, including certain federal moneys.

5 (3) For business development operations and programs,
6 international trade, export assistance, workforce recruitment,
7 and the partner state program.

8 (4) For transfer to the strategic investment fund created
9 in section 15.313.

10 (5) For community economic development programs, tourism
11 operations, community assistance, plans for Iowa green corps
12 and summer youth programs, the mainstreet and rural mainstreet
13 programs, the school-to-career program, the community
14 development block grant, and housing and shelter-related
15 programs.

16 (6) For achieving the goals and accountability, and
17 fulfilling the requirements and duties required under this Act.

18 c. Notwithstanding section 8.33, moneys appropriated in
19 this subsection that remain unencumbered or unobligated at the
20 close of the fiscal year shall not revert but shall remain
21 available for expenditure for the purposes designated in this
22 subsection until the close of the succeeding fiscal year.

23 2. FINANCIAL ASSISTANCE RESTRICTIONS

24 a. A business creating jobs through moneys appropriated in
25 subsections 1, 6, and 7 shall be subject to contract provisions
26 requiring new and retained jobs to be filled by individuals who
27 are citizens of the United States who reside within the United
28 States or any person authorized to work in the United States
29 pursuant to federal law, including legal resident aliens in the
30 United States.

31 b. A vendor who receives moneys appropriated in subsections
32 1, 6, and 7 shall adhere to such contract provisions and
33 provide periodic assurances as the state shall require that the
34 jobs are filled solely by citizens of the United States who
35 reside within the United States or any person authorized to

1 work in the United States pursuant to federal law, including
2 legal resident aliens in the United States.

3 c. A business that receives financial assistance from the
4 authority from moneys appropriated in subsections 1, 6, and 7
5 shall only employ individuals legally authorized to work in
6 this state. In addition to all other applicable penalties
7 provided by current law, all or a portion of the assistance
8 received by a business which is found to knowingly employ
9 individuals not legally authorized to work in this state is
10 subject to recapture by the authority.

11 3. USES OF APPROPRIATIONS

12 a. From the moneys appropriated in subsections 1, 6, and 7,
13 the authority may provide financial assistance in the form of a
14 grant to a community economic development entity for conducting
15 a local workforce recruitment effort designed to recruit former
16 citizens of the state and former students at colleges and
17 universities in the state to meet the needs of local employers.

18 b. From the moneys appropriated in subsections 1, 6, and 7,
19 the authority may provide financial assistance to early stage
20 industry companies being established by women entrepreneurs.

21 c. From the moneys appropriated in subsections 1, 6, and 7,
22 the authority may provide financial assistance in the form of
23 grants, loans, or forgivable loans for advanced research and
24 commercialization projects involving value-added agriculture,
25 advanced technology, or biotechnology.

26 d. The authority shall not use any moneys appropriated in
27 subsections 1, 6, and 7 for purposes of providing financial
28 assistance for the Iowa green streets pilot project or for any
29 other program or project that involves the installation of
30 geothermal systems for melting snow and ice from streets or
31 sidewalks.

32 4. WORLD FOOD PRIZE

33 There is appropriated from the general fund of the state
34 to the economic development authority for the fiscal year
35 beginning July 1, 2013, and ending June 30, 2014, the following

1 amount for the world food prize and in lieu of the standing
2 appropriation in section 15.368, subsection 1:

3 \$ 1,000,000

4 5. IOWA COMMISSION ON VOLUNTEER SERVICE

5 There is appropriated from the general fund of the state
6 to the economic development authority for the fiscal year
7 beginning July 1, 2013, and ending June 30, 2014, the following
8 amount for allocation to the Iowa commission on volunteer
9 service for purposes of the Iowa state commission grant
10 program, the Iowa's promise and Iowa mentoring partnership
11 programs, and for not more than the following full-time
12 equivalent positions:

13 \$ 178,133

14 FTEs 7.00

15 Of the moneys appropriated in this subsection, the
16 authority shall allocate \$75,000 for purposes of the Iowa state
17 commission grant program and \$103,133 for purposes of the
18 Iowa's promise and Iowa mentoring partnership programs.

19 Notwithstanding section 8.33, moneys appropriated in this
20 subsection that remain unencumbered or unobligated at the close
21 of the fiscal year shall not revert but shall remain available
22 for expenditure for the purposes designated until the close of
23 the succeeding fiscal year.

24 6. BUSINESS DEVELOPMENT FINANCIAL ASSISTANCE

25 There is appropriated from the general fund of the state
26 to the economic development authority for the fiscal year
27 beginning July 1, 2013, and ending June 30, 2014, the following
28 amounts to be used for the purposes of the high quality jobs
29 program as described in chapter 15, part 13:

30 \$ 19,000,000

31 Notwithstanding section 8.33, moneys appropriated in this
32 subsection that remain unencumbered or unobligated at the close
33 of the fiscal year shall not revert but shall remain available
34 for expenditure for the purposes designated until the close of
35 the succeeding fiscal year.

1 7. EMPLOYEE STOCK OWNERSHIP PLANS FORMATION ASSISTANCE

2 a. There is appropriated from the general fund of the
3 state to the economic development authority for the fiscal
4 year beginning July 1, 2013, and ending June 30, 2014, the
5 following amounts to be used for the providing of financial
6 assistance, including establishment of a loan program, and
7 technical assistance, marketing, and education to businesses
8 interested in establishing employee stock ownership plans and
9 for procuring the services of an independent contractor with
10 expertise in the formation of the employee stock ownership
11 plans:

12 \$ 1,000,000

13 Notwithstanding section 8.33, moneys appropriated in this
14 subsection that remain unencumbered or unobligated at the close
15 of the fiscal year shall not revert but shall remain available
16 for expenditure for the purposes designated until the close of
17 the succeeding fiscal year. Notwithstanding section 12C.7,
18 subsection 2, earnings or interest on moneys appropriated
19 pursuant to this section shall be retained by the economic
20 development authority and used for the purposes designated
21 until expended.

22 b. On or before January 15, 2015, the authority shall submit
23 a report to the general assembly and the governor's office
24 describing the expenditure of funds pursuant to this section
25 and evaluating the success of the assistance and promotion
26 program.

27 8. COUNCILS OF GOVERNMENTS — ASSISTANCE

28 There is appropriated from the general fund of the state
29 to the economic development authority for the fiscal year
30 beginning July 1, 2013, and ending June 30, 2014, the following
31 amounts to be used for the purposes of providing financial
32 assistance to Iowa's councils of governments:

33 \$ 175,000

34 Sec. 4. VISION IOWA PROGRAM — FTE AUTHORIZATION. For
35 purposes of administrative duties associated with the vision

1 Iowa program for the fiscal year beginning July 1, 2013, the
2 economic development authority is authorized an additional 2.25
3 FTEs above those otherwise authorized in this division of this
4 Act.

5 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
6 collected by the division of insurance in excess of the
7 anticipated gross revenues under section 505.7, subsection
8 3, during the fiscal year beginning July 1, 2013, \$100,000
9 shall be transferred to the economic development authority for
10 insurance economic development and international insurance
11 economic development.

12 Sec. 6. WORKFORCE DEVELOPMENT FUND. There is appropriated
13 from the workforce development fund account created in section
14 15.342A to the workforce development fund created in section
15 15.343 for the fiscal year beginning July 1, 2013, and ending
16 June 30, 2014, the following amount, for purposes of the
17 workforce development fund:

18 \$ 6,000,000

19 Sec. 7. WORKFORCE DEVELOPMENT ADMINISTRATION. From moneys
20 appropriated or transferred to or receipts credited to the
21 workforce development fund created in section 15.343, up to
22 \$400,000 for the fiscal year beginning July 1, 2013, and ending
23 June 30, 2014, are appropriated to the economic development
24 authority for the administration of workforce development
25 activities including salaries, support, maintenance, and
26 miscellaneous purposes, and for not more than the following
27 full-time equivalent positions:

28 FTEs 4.00

29 Sec. 8. JOB TRAINING FUND. Notwithstanding section 15.251,
30 all moneys in the job training fund on July 1, 2013, and any
31 moneys appropriated or credited to the fund during the fiscal
32 year beginning July 1, 2013, shall be transferred to the
33 workforce development fund established pursuant to section
34 15.343.

35 Sec. 9. IOWA STATE UNIVERSITY.

1 1. There is appropriated from the general fund of the state
2 to Iowa state university of science and technology for the
3 fiscal year beginning July 1, 2013, and ending June 30, 2014,
4 the following amount, or so much thereof as is necessary, to
5 be used for small business development centers, the science
6 and technology research park, and the institute for physical
7 research and technology, and for not more than the following
8 full-time equivalent positions:

9 \$ 2,424,302
10 FTEs 56.63

11 2. Of the moneys appropriated in subsection 1, Iowa state
12 university of science and technology shall allocate at least
13 \$735,728 for purposes of funding small business development
14 centers. Iowa state university of science and technology may
15 allocate moneys appropriated in subsection 1 to the various
16 small business development centers in any manner necessary to
17 achieve the purposes of this subsection.

18 3. Iowa state university of science and technology shall do
19 all of the following:

20 a. Direct expenditures for research toward projects that
21 will provide economic stimulus for Iowa.

22 b. Provide emphasis to providing services to Iowa-based
23 companies.

24 4. It is the intent of the general assembly that the
25 industrial incentive program focus on Iowa industrial
26 sectors and seek contributions and in-kind donations from
27 businesses, industrial foundations, and trade associations,
28 and that moneys for the institute for physical research and
29 technology industrial incentive program shall be allocated
30 only for projects which are matched by private sector moneys
31 for directed contract research or for nondirected research.
32 The match required of small businesses as defined in section
33 15.102, subsection 10, for directed contract research or for
34 nondirected research shall be \$1 for each \$3 of state funds.
35 The match required for other businesses for directed contract

1 research or for nondirected research shall be \$1 for each \$1 of
 2 state funds. The match required of industrial foundations or
 3 trade associations shall be \$1 for each \$1 of state funds.

4 Iowa state university of science and technology shall
 5 report annually to the joint appropriations subcommittee on
 6 economic development and the legislative services agency the
 7 total amount of private contributions, the proportion of
 8 contributions from small businesses and other businesses, and
 9 the proportion for directed contract research and nondirected
 10 research of benefit to Iowa businesses and industrial sectors.

11 5. There is appropriated from the general fund of the state
 12 to Iowa state university for the fiscal year beginning July 1,
 13 2013, and ending June 30, 2014, the following amount, or so
 14 much thereof as is necessary, for the bioeconomy institute for
 15 the purposes of implementing the bioeconomy initiative, and for
 16 not more than the following full-time equivalent positions:

17	\$	3,750,000
18	FTEs	9.65

19 6. Notwithstanding section 8.33, moneys appropriated in
 20 this section that remain unencumbered or unobligated at the
 21 close of the fiscal year shall not revert but shall remain
 22 available for expenditure for the purposes designated until the
 23 close of the succeeding fiscal year.

24 Sec. 10. UNIVERSITY OF IOWA.

25 1. There is appropriated from the general fund of the state
 26 to the state university of Iowa for the fiscal year beginning
 27 July 1, 2013, and ending June 30, 2014, the following amount,
 28 or so much thereof as is necessary, to be used for the state
 29 university of Iowa research park and for the advanced drug
 30 development program at the Oakdale research park, including
 31 salaries, support, maintenance, equipment, miscellaneous
 32 purposes, and for not more than the following full-time
 33 equivalent positions:

34	\$	209,279
35	FTEs	6.00

1 2. The state university of Iowa shall do all of the
2 following:

3 a. Direct expenditures for research toward projects that
4 will provide economic stimulus for Iowa.

5 b. Provide emphasis to providing services to Iowa-based
6 companies.

7 3. There is appropriated from the general fund of the
8 state to the state university of Iowa for the fiscal year
9 beginning July 1, 2013, and ending June 30, 2014, the following
10 amount, or so much thereof as is necessary, for the purpose
11 of implementing the entrepreneurship and economic growth
12 initiative, and for not more than the following full-time
13 equivalent positions:

14 \$ 2,000,000
15 FTEs 5.00

16 4. Notwithstanding section 8.33, moneys appropriated in
17 this section that remain unencumbered or unobligated at the
18 close of the fiscal year shall not revert but shall remain
19 available for expenditure for the purposes designated until the
20 close of the succeeding fiscal year.

21 Sec. 11. UNIVERSITY OF NORTHERN IOWA.

22 1. There is appropriated from the general fund of the
23 state to the university of northern Iowa for the fiscal year
24 beginning July 1, 2013, and ending June 30, 2014, the following
25 amount, or so much thereof as is necessary, to be used for the
26 metal casting institute, the MyEntreNet internet application,
27 and the institute of decision making, including salaries,
28 support, maintenance, miscellaneous purposes, and for not more
29 than the following full-time equivalent positions:

30 \$ 1,074,716
31 FTEs 6.75

32 2. Of the moneys appropriated pursuant to subsection
33 1, the university of northern Iowa shall allocate at least
34 \$617,639 for purposes of support of entrepreneurs through the
35 university's regional business center and economic gardening

1 program.

2 3. The university of northern Iowa shall do all of the
3 following:

4 a. Direct expenditures for research toward projects that
5 will provide economic stimulus for Iowa.

6 b. Provide emphasis to providing services to Iowa-based
7 companies.

8 4. Notwithstanding section 8.33, moneys appropriated in
9 this section that remain unencumbered or unobligated at the
10 close of the fiscal year shall not revert but shall remain
11 available for expenditure for the purposes designated until the
12 close of the succeeding fiscal year.

13 Sec. 12. REGENTS INNOVATION FUND.

14 1. There is appropriated from the general fund of the state
15 to the institutions of higher learning under the control of the
16 state board of regents for the fiscal year beginning July 1,
17 2013, and ending June 30, 2014, the following amount to be used
18 for the purposes provided in this section:

19 \$ 5,000,000

20 Of the moneys appropriated pursuant to this section, 35
21 percent shall be allocated for Iowa state university, 35
22 percent shall be allocated for the university of Iowa, and 30
23 percent shall be allocated for the university of northern Iowa.

24 2. The institutions shall use moneys appropriated in
25 this section for capacity building infrastructure in areas
26 related to technology commercialization, marketing and
27 business development efforts in areas related to technology
28 commercialization, entrepreneurship, and business growth,
29 and infrastructure projects and programs needed to assist in
30 implementation of activities under chapter 262B.

31 3. The institutions shall provide a one-to-one match
32 of additional moneys for the activities funded with moneys
33 appropriated under this section.

34 4. The state board of regents shall annually submit a
35 report by December 1 of each year to the governor, the general

1 assembly, and the legislative services agency regarding
2 the activities, projects, and programs funded with moneys
3 allocated under this section. The report shall be provided
4 in an electronic format and shall include a list of metrics
5 and criteria mutually agreed to in advance by the board of
6 regents and the economic development authority. The metrics
7 and criteria shall allow the governor's office and the general
8 assembly to quantify and evaluate the progress of the board of
9 regents institutions with regard to their activities, projects,
10 and programs in the areas of technology commercialization,
11 entrepreneurship, regional development, and market research.

12 Sec. 13. BOARD OF REGENTS REPORT. The state board of
13 regents shall submit a report on the progress of regents
14 institutions in meeting the strategic plan for technology
15 transfer and economic development to the secretary of the
16 senate, the chief clerk of the house of representatives, and
17 the legislative services agency by January 15, 2014.

18 Sec. 14. IOWA FINANCE AUTHORITY.

19 1. There is appropriated from the general fund of the state
20 to the Iowa finance authority for the fiscal year beginning
21 July 1, 2013, and ending June 30, 2014, the following amount,
22 or so much thereof as is necessary, to be used to provide
23 reimbursement for rent expenses to eligible persons under the
24 rent subsidy program:

25 \$ 658,000

26 2. Participation in the rent subsidy program shall be
27 limited to only those persons who meet the requirements for the
28 nursing facility level of care for home and community-based
29 services waiver services as in effect on July 1, 2011, and
30 to those individuals who are eligible for the federal money
31 follows the person grant program under the medical assistance
32 program. Of the moneys appropriated in this section, not more
33 than \$35,000 may be used for administrative costs.

34 Sec. 15. IOWA FINANCE AUTHORITY AUDIT. The auditor of state
35 is requested to review the audit of the Iowa finance authority

1 performed by the auditor hired by the authority.

2 Sec. 16. PUBLIC EMPLOYMENT RELATIONS BOARD.

3 1. There is appropriated from the general fund of the state
4 to the public employment relations board for the fiscal year
5 beginning July 1, 2013, and ending June 30, 2014, the following
6 amount, or so much thereof as is necessary, for the purposes
7 designated:

8 For salaries, support, maintenance, miscellaneous purposes,
9 and for not more than the following full-time equivalent
10 positions:

11 \$ 1,341,926

12 FTEs 10.00

13 2. Of the moneys appropriated in this section, the board
14 shall allocate \$15,000 for maintaining a website that allows
15 searchable access to a database of collective bargaining
16 information.

17 Sec. 17. DEPARTMENT OF WORKFORCE DEVELOPMENT. There
18 is appropriated from the general fund of the state to the
19 department of workforce development for the fiscal year
20 beginning July 1, 2013, and ending June 30, 2014, the following
21 amounts, or so much thereof as is necessary, for the purposes
22 designated:

23 1. DIVISION OF LABOR SERVICES

24 a. For the division of labor services, including salaries,
25 support, maintenance, miscellaneous purposes, and for not more
26 than the following full-time equivalent positions:

27 \$ 3,602,000

28 FTEs 66.00

29 b. From the contractor registration fees, the division of
30 labor services shall reimburse the department of inspections
31 and appeals for all costs associated with hearings under
32 chapter 91C, relating to contractor registration.

33 c. Of the moneys appropriated under this subsection, the
34 department shall allocate \$106,560 for the purpose of employing
35 additional investigators to investigate wage enforcement.

1 2. DIVISION OF WORKERS' COMPENSATION

2 a. For the division of workers' compensation, including
3 salaries, support, maintenance, miscellaneous purposes, and for
4 not more than the following full-time equivalent positions:
5 \$ 3,259,044
6 FTEs 30.00

7 b. The division of workers' compensation shall charge a
8 \$100 filing fee for workers' compensation cases. The filing
9 fee shall be paid by the petitioner of a claim. However, the
10 fee can be taxed as a cost and paid by the losing party, except
11 in cases where it would impose an undue hardship or be unjust
12 under the circumstances. The moneys generated by the filing
13 fee allowed under this subsection are appropriated to the
14 department of workforce development to be used for purposes of
15 administering the division of workers' compensation.

16 3. WORKFORCE DEVELOPMENT OPERATIONS

17 a. For the operation of field offices, the workforce
18 development board, and for not more than the following
19 full-time equivalent positions:
20 \$ 9,179,413
21 FTEs 130.00

22 b. Of the moneys appropriated in paragraph "a" of this
23 subsection, the department shall allocate at least \$1,130,602
24 for the operation of satellite field offices in Decorah,
25 Fort Madison, Iowa City, and Webster City, and of the moneys
26 appropriated in paragraph "a" of this subsection, the
27 department shall allocate \$150,000 to the state library for the
28 purpose of licensing an online resource which prepares persons
29 to succeed in the workplace through programs which improve job
30 skills and vocational test-taking abilities.

31 4. FIELD OFFICE OPENING

32 For the purpose of reopening satellite field offices in
33 Ames, Atlantic, Denison, Newton, and Clinton and for not more
34 than the following full-time equivalent positions:
35 \$ 2,760,000

1 FTEs 27.00

2 5. OFFENDER REENTRY PROGRAM

3 a. For the development and administration of an offender

4 reentry program to provide offenders with employment skills,

5 and for not more than the following full-time equivalent

6 positions:

7 \$ 284,464

8 FTEs 4.00

9 b. The department of workforce development shall partner

10 with the department of corrections to provide staff within the

11 correctional facilities to improve offenders' abilities to find

12 and retain productive employment.

13 6. NONREVERSION

14 Notwithstanding section 8.33, moneys appropriated in this

15 section that remain unencumbered or unobligated at the close of

16 the fiscal year shall not revert but shall remain available for

17 expenditure for the purposes designated until the close of the

18 succeeding fiscal year.

19 Sec. 18. GENERAL FUND — EMPLOYEE MISCLASSIFICATION

20 PROGRAM. There is appropriated from the general fund of the

21 state to the department of workforce development for the fiscal

22 year beginning July 1, 2013, and ending June 30, 2014, the

23 following amount, or so much thereof as is necessary, to be

24 used for the purposes designated:

25 For enhancing efforts to investigate employers that

26 misclassify workers and for not more than the following

27 full-time equivalent positions:

28 \$ 451,458

29 FTEs 8.10

30 Sec. 19. GENERAL FUND — SKILLS TRAINING PROGRAM. There

31 is appropriated from the general fund of the state to the

32 department of workforce development for the fiscal year

33 beginning July 1, 2013, and ending June 30, 2014, the following

34 amount, or so much thereof as is necessary, to be used for the

35 purposes designated:

1 To develop a long-term sustained program to train unemployed
2 and underemployed central Iowans with skills necessary to
3 advance to higher-paying jobs with full benefits:

4 \$ 100,000

5 Sec. 20. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

6 1. There is appropriated from the special employment
7 security contingency fund to the department of workforce
8 development for the fiscal year beginning July 1, 2013, and
9 ending June 30, 2014, the following amount, or so much thereof
10 as is necessary, to be used for field offices:

11 \$ 1,766,084

12 2. Any remaining additional penalty and interest revenue
13 collected by the department of workforce development is
14 appropriated to the department for the fiscal year beginning
15 July 1, 2013, and ending June 30, 2014, to accomplish the
16 mission of the department.

17 Sec. 21. UNEMPLOYMENT COMPENSATION RESERVE FUND —

18 FIELD OFFICES. Notwithstanding section 96.9, subsection 8,
19 paragraph "e", there is appropriated from interest earned on
20 the unemployment compensation reserve fund to the department
21 of workforce development for the fiscal year beginning July 1,
22 2013, and ending June 30, 2014, the following amount or so much
23 thereof as is necessary, for the purposes designated:

24 For the operation of field offices:

25 \$ 494,000

26 Sec. 22. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The
27 department of workforce development shall require a unique
28 identification login for all users of workforce development
29 centers operated through electronic means. All costs
30 associated with the development, implementation, and
31 administration of the requirement in this section shall come
32 out of the penalty and interest revenue from the special
33 employment security contingency fund.

34 Sec. 23. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding
35 section 96.9, subsection 4, paragraph "a", moneys credited to

1 the state by the secretary of the treasury of the United
2 States pursuant to section 903 of the Social Security
3 Act are appropriated to the department of workforce
4 development and shall be used by the department for the
5 administration of the unemployment compensation program only.
6 This appropriation shall not apply to any fiscal year
7 beginning after December 31, 2013.

8 Sec. 24. Section 15.342A, Code 2013, is amended to read as
9 follows:

10 **15.342A Workforce development fund account.**

11 A workforce development fund account is established in the
12 office of the treasurer of state under the control of the
13 authority. The account shall receive funds pursuant to section
14 422.16A up to a maximum of ~~four~~ six million dollars per year.
15 The account shall also receive funds pursuant to section 15.251
16 with no dollar limitation.

17 Sec. 25. Section 422.16A, Code 2013, is amended to read as
18 follows:

19 **422.16A Job training withholding — certification and**
20 **transfer.**

21 Upon the completion by a business of its repayment
22 obligation for a training project funded under chapter
23 260E, including a job training project funded under section
24 15A.8 or repaid in whole or in part by the supplemental new
25 jobs credit from withholding under section 15A.7 or section
26 15E.197, the sponsoring community college shall report to
27 the economic development authority the amount of withholding
28 paid by the business to the community college during the
29 final twelve months of withholding payments. The economic
30 development authority shall notify the department of revenue
31 of that amount. The department shall credit to the workforce
32 development fund account established in section 15.342A
33 twenty-five percent of that amount each quarter for a period
34 of ten years. If the amount of withholding from the business
35 or employer is insufficient, the department shall prorate the

1 quarterly amount credited to the workforce development fund
2 account. The maximum amount from all employers which shall be
3 transferred to the workforce development fund account in any
4 year is ~~four~~ six million dollars.

5 Sec. 26. 2011 Iowa Acts, chapter 130, section 1, subsection
6 6, is amended to read as follows:

7 6. IOWA GREAT PLACES

8 a. For the Iowa great places program established under
9 section 303.3C:

10 \$ 150,000

11 b. Notwithstanding section 8.33, moneys appropriated in
12 this subsection that remain unencumbered or unobligated at the
13 close of the fiscal year shall not revert but shall remain
14 available for expenditure for the purposes designated in this
15 subsection for succeeding fiscal years.

16 Sec. 27. 2011 Iowa Acts, chapter 130, section 48, as amended
17 by 2012 Iowa Acts, chapter 1136, section 1, subsection 6, is
18 amended by adding the following new subsection:

19 NEW SUBSECTION. 10. Notwithstanding section 8.33, moneys
20 appropriated in this section that remain unencumbered or
21 unobligated at the close of the fiscal year shall not revert
22 but shall remain available for expenditure for the purposes
23 designated in this section for succeeding fiscal years.

24 Sec. 28. RETROACTIVE APPLICABILITY. The section of this
25 Act amending 2011 Iowa Acts, chapter 130, section 1, applies
26 retroactively to July 1, 2011.

27 Sec. 29. RETROACTIVE APPLICABILITY. The section of this
28 Act amending 2011 Iowa Acts, chapter 130, section 48, applies
29 retroactively to July 1, 2012.

30 EXPLANATION

31 This bill makes appropriations and transfers from the
32 general fund of the state and other funds to the department of
33 cultural affairs, the economic development authority, the board
34 of regents, the university of Iowa, the university of northern
35 Iowa, Iowa state university, the department of workforce

1 development, the Iowa finance authority, and the public
2 employment relations board for the 2013-2014 fiscal year.

3 The bill provides that the goals for the economic
4 development authority shall be to expand and stimulate the
5 state economy, increase the wealth of Iowans, and increase the
6 population of the state.

7 The bill transfers moneys collected by the division of
8 insurance in excess of the anticipated gross revenues to the
9 economic development authority for purposes of insurance
10 economic development and international insurance economic
11 development.

12 The bill appropriates moneys from the workforce development
13 fund account to the workforce development fund.

14 The bill provides that moneys appropriated or transferred
15 to or receipts credited to the workforce development fund
16 are appropriated to the economic development authority for
17 administration of workforce development activities.

18 The bill provides that all moneys in the job training fund on
19 July 1, 2013, and any moneys appropriated or credited to the
20 fund during the fiscal year beginning July 1, 2013, shall be
21 transferred to the workforce development fund.

22 The bill requires the state board of regents to submit a
23 report on the progress of regents institutions in meeting
24 the strategic plan for technology transfer and economic
25 development.

26 The bill requests the auditor of state to review the audit
27 of the Iowa finance authority performed by the auditor hired
28 by the authority.

29 The bill appropriates moneys to the department of workforce
30 development for an employee misclassification program.

31 The bill appropriates moneys from the special employment
32 security contingency fund to the department of workforce
33 development for field offices.

34 The bill appropriates interest earned on the unemployment
35 compensation reserve fund to the department of workforce

1 development for the operation of field offices.

2 The bill requires the department of workforce development
3 to require a unique identification login for all users of
4 workforce development centers operated through electronic
5 means.

6 The bill appropriates moneys from moneys credited to
7 the state by the secretary of the treasury of the United
8 States pursuant to the Social Security Act to the department
9 of workforce development for the administration of the
10 unemployment compensation program only.

11 The bill increases the maximum amount of funds the workforce
12 development fund account may receive from jobs training
13 withholding from \$4 million to \$6 million.

14 The bill provides that moneys appropriated to the department
15 of cultural affairs for FY 2012-2013 that remain unencumbered
16 or unobligated at the end of the fiscal year in which the
17 funds were appropriated do not revert but remain available
18 for expenditure for the succeeding fiscal year. Moneys
19 appropriated to the department of cultural affairs for the
20 great places program for FY 2011-2012 that remain unencumbered
21 or unobligated at the end of that fiscal year also do not
22 revert. The bill makes these sections retroactively applicable
23 to the original date for each appropriation.